

UNITED STATES BANKRUPTCY COURT
EASTERN DISTRICT OF NORTH CAROLINA
RALEIGH DIVISION

FILED

MAR 22 1999

IN RE:)
)
INTERNATIONAL HERITAGE, INC.)
)
INTERNATIONAL HERITAGE,)
INCORPORATED,)
)
Debtors.)

CHAPTER 7
CASE NO. 98-02675-5-ATS
CHAPTER 7
CASE NO. 98-02674-5-ATS

PEGGY B. DEANS, CLERK
U.S. BANKRUPTCY COURT
EASTERN DISTRICT OF N.C.

EX PARTE
MOTION TO FURTHER EXTEND TIME TO
ASSUME OR REJECT EXECUTORY CONTRACTS

NOW COMES Holmes P. Harden, Trustee in the above-captioned case, and alleges:

1. Holmes P. Harden is the duly qualified and acting trustee herein.
2. An order for relief was entered on November 25, 1998.
3. Trustee is informed and believes and therefore alleges that one or both Debtors purchased from 20/21. Interactive LLC certain software and source code which was used to maintain records and manage operations of approximately 190,000 sales representatives. The software and source code are essential to the administration of these Chapter 7 cases.
4. Trustee is informed by 20/21. Interactive LLC that it holds the copyright on the above-described software and source code, which are allegedly the subject of two licensing agreements. International Heritage, Inc. is also party to an end user license agreement with Vertex, Inc.
5. The president of 20/21. Interactive LLC, Janet Panelli, informed Trustee on January 21, 1999 that she considers the licensing agreements to be in default for failure to pay quarterly maintenance fees. Trustee has been unable to ascertain with certainty whether a maintenance clause in the licensing agreements between the Debtors and 20/21. Interactive LLC renders the licensing agreements executory in nature, requiring that the licensing agreements be assumed in order to permit the Debtors to continue to use the software and source code.
6. According to 11 U.S.C. § 365(d), executory contracts are deemed rejected by operation of law unless the Court extends the time within which the Trustee may assume or reject same. This court previously extended the time to assume or reject from January 24, 1999 to March 26, 1999.
7. Trustee does not concede that the Debtors's right to use the aforesaid software and source code is executory. However, Trustee has not yet determined whether it would be in the

estate's interest to assume the licensing agreements, and believes that it is prudent to request that the Court further extend the time to assume or reject any and all executory contracts existing between either or both of the Debtors, 20/21. Interactive LLC, and/or Vertex, Inc. an additional sixty (60) days.

WHEREFORE, Trustee prays that this Court make its order further extending the time within which he may assume or reject any and all executory contracts which may exist between either or both of the Debtors, 20/21. Interactive LLC software, and/or Vertex, Inc. to sixty (60) days from and after the date of the Court's order disposing of this motion.

Respectfully submitted this 22nd day of March, 1999.

MAUPIN TAYLOR & ELLIS, P.A.

BY: Holmes P. Harden

Holmes P. Harden, Trustee
3200 Beechleaf Court, Suite 500
Post Office Drawer 19764
Raleigh, North Carolina 27619-9764
Telephone: 919/981-4000
Facsimile: 919/981-4300

CERTIFICATE OF SERVICE

I, Holmes P. Harden, do hereby certify that the foregoing or attached document was served upon all parties of record by mailing a copy thereof to them at the addresses indicated below with the proper postage attached and deposited into an official depository under the exclusive care and custody of the United States Postal Service in Raleigh, North Carolina, on the 22nd day of March, 1999.

MAUPIN TAYLOR & ELLIS, P.A.

BY: Holmes Harden
Holmes P. Harden, Trustee
3200 Beechleaf Court, Suite 500
Post Office Drawer 19764
Raleigh, North Carolina 27619-9764
Telephone: 919/981-4000
Facsimile: 919/981-4300

SERVED:

Marjorie K. Lynch
Bankruptcy Administrator
P. O. Box 3039
Raleigh, NC 27602-3039
Via Fax: 856-4692

Managing Agent
20/21 Software, Inc.
1815 South State Street
Suite 4500
Orem, Utah 84058

Terri Gardner
Smith Debnam Narron & Myers, L.L.P.
P. O. Box 26268
Raleigh, NC 27611-6268
Via Fax: 250-2100

Managing Agent
Vertex, Inc.
1041 Old Cassart Road
Berwyn, PA 19312

Brent E. Wood
Wood & Francis, P.L.L.C.
P. O. Box 164
Raleigh, NC 27601

Janet Pinelli
2021. Interactive LLC
5252 North Edgewood Drive
Suite 100
Provo, Utah 84604